

AQO

## MEMORANDUM FOR RECORD

SUBJECT: AQO Staff Meeting Minutes, July 9, 1996

### CONTRACTOR CAPABILITY & PROPOSAL ANALYSIS TEAM (AQOD)

- o Mike Williams will be demonstrating Contractor Information Service Electronic Model on July 11, 1996 to Gen Malishenko, Deputy Assistant Secretary Air Force for contracting.
- o Mike Williams and Dave Ricci will be in Boston, July 12 to make a video on IPT Pricing.

### PRODUCT DESIGN, CONTROL & DEVELOPMENT (AQOF)

- o Mr. Mark Keenan (DCMDE), Mr. Gary Odegard (DCMDW), and Mr. Amir TarMohammed (AQOF) provided a demonstration for Gen Drewes on the Software Professional Estimating and Collection System (SPECS). This software package was developed by DCMC to allow field offices to better track software efforts at a contract, program, facility, and CAO level and to better plan CAO surveillance requirements. The demonstration was well received and we will notify the Districts that we intend to deploy SPECS before the beginning of FY 97.

DCMC supporting Software Capability Evaluations for Airborne Laser Program at Kirtland AFB, starting 15 July. Special thanks in advance to Mr. Gary Odegard - DCMD West, Ms. Kathy Lundeen - DCMC Baltimore/Manassas, Mr. Art Chaplin - DCMC, and Mr. Mike Znosko - DCMC Stratford for their support.

- o Patee Gonzalez and Mike Ferraro are defining requirements and working with Ron Kunihiro (AQAC) to solicit contractor assistance in developing a database to track DCMC personnel Engineering Skills
- o Mike Ferraro briefed Gen Drewes on the status of sampling Class II Engineering Change Proposals (ECPs) vs 100% review and on the status of our efforts to reduce the volume of contractor generated Class II ECPs and Class I ECPs caused by design errors. With respect to sampling Class IIs, there has been some reductions but not as many as expected. Several program offices stated clearly the value they see in our reviews and their reluctance to endorse a sampling approach. With respect to reducing the number of ECPs caused by poor design quality, we agreed to continue our efforts. We will prepare a letter of Dr. Kaminski explaining the status of the various ECP initiatives.

We will also prepare a package for the Services showing them the types of ECP analysis we do. Mike Ferraro TDY July 9/10 to Lockheed Martin Orlando to brief Class II ECP reduction efforts to DCMC Orlando, Clearwater, Pratt & Whitney, and Grand Rapids.

- o Dave Robertson TDY July 8/9 to McDonnell Douglas Aerospace (MDA), St. Louis participating in Block Change meeting discussing MDA proposal to change C/SCSC and cost data reporting processes.

- o Kevin Kane working with Lt Grady Mars (AQOA) and Howard Bishop (AQAC) to define requirements and purchase enhanced automated software tools to process/analyze Cost and Schedule Performance Measurement data.

- o Kevin Kane preparing memo to be staffed through OSD, Army, Navy, and Air Force to formally transfer C/SCSC compliance review mission and corresponding authority from the Services to DCMC.

- o Jeff Allan met with the Aerospace Industries Association (AIA) Technical and Operations Committee to review status on the Single Process Initiative, ECPs, and Software Capability Evaluations. He also met with the Joint Aeronautical Commanders Group (JACG) Working Board to finalize plans for the August JACG meeting.

#### FLIGHT OPERATIONS, SPECIALIZED SAFETY, & ENVIRONMENTAL TEAM (AQOI)

- o There currently is a Government Flight Rep (GFR) course on going at DCMC Sikorsky. Col Select McNulty is at the GFR course, along with LTC Mike Falvey. Both will be back to duty on July 22, 1996

#### WORKFORCE STRATEGY TEAM (AQOJ)

- o Latest edition of One Book due out Jul 12 (WIN1Book DCMC Home Page "official" Version dated Jun 96 and DLAPS CD Rom Version dated Jul 96), in sync.

- o DCMC One Book official version is the DCMC Home Page Version. Quarterly updates are planned. Cycle is: Jan, Apr, Jul, Oct. Cutoff date for updates is the 1st of the month prior to the posting month, i.e., 1 Dec for Jan, 1 Mar for Apr, 1 Jun for Jul and 1 Sep for Oct.

- o Cutoff date for updates to Oct 96 DCMC Home Page One Book is Sep 1 96 to AQOJ, Carol Collins, with fully coordinated DLA Form 96 (mandatory CAHS-Union chop), along with the text file on a disk in MS

Word format. Chapter/policy owners should also keep a master copy of their file.

- o New software called Informant in Netscape under Whats New. You select Home Page topics your interested in and Informant cc:mails you when Home Pages are updated.

#### OVERHEAD CENTER (AQOK)

- o The Overhead Center was contacted by a Corporate Administrative Contracting Officer of a major defense contractor with an issue regarding environmental liabilities retained by the company when the division responsible for the environmental contamination was sold. In its financial statements, the company correctly offset the gain on the sale of the division with the environmental liability. However, the company is attempting to recover the liability on

government contracts. Frank Wojtasek and Myla Edwards spoke with several other DCMC contracting officers in major defense contractors and learned that they were working the same issues. We currently are discussing the issue with DCAA and DoD. If you have a similar issue, contact the Overhead Center through your District Office.

- o Patrick Ring met with the two staff members of the Army Judge Advocate General and two Chicago CIPR Team members to discuss the pension and retiree medical claim submitted by a contractor resulting from contract closeout at an Army Munition Plant. The Army denied the claim and the contractor has appealed to the ABSCA. The Judge Advocate's Office requested DCMC CIPR Team assistance in verifying the contractor's claim.

#### DEFENSE PROCUREMENT CORPORATE INFORMATION MANAGEMENT SYSTEMS NTER (AQAC)

- o DFAS Electronic Document Access Pilot: The working group is looking at issues such as document security and document authenticity. Although the contracts and contract modifications shall be available through the NIPERNET to Government only, the users (NAVICP, NAVAIR and DCMC) still have concerns about access to their documents and about the authenticity of the electronic documents on the web.

- o Electronic Data Interchange and Procurement Policy: Dr. Hamre met with representatives of DLA and the Services yesterday to discuss issues that have arisen during the testing of electronic transmission of contracts to MOCAS from procurement applications. Dr. Hamre is looking to determine whether the issues preventing effective, efficient transmission of electronic documents is a matter of

procurement applications, business processes, or policy. DFAS and procurement personnel will continue to explore the test results obtained from testing the various procurement systems.

#### MATERIAL MANAGEMENT (MM)

- o There will be a functional test of the Canadian Transportation Automated Control System from July 15 through 17, 1996 in Boston, MA. The system is used by DCMC Americas to manage freight shipments from contractors throughout Canada. The system features carrier rating and ranking, generation of shipping documents including Government Bills of Lading (GBLs), customs documentation and other shipping functions.

- o Following a successful test, the system will be installed at DCMC Americas in Ottawa and later to "Procedure A" contractors in Canada.

#### APPROVED:

CAPT DEAN MERRILL  
Acting Executive Director  
Contract Management Policy